

State Budget Committee Agenda
Wednesday, June 17, 2020, 10:00 AM EDT
Indiana Government Center South
Conference Room B&C
Indianapolis, Indiana 46204

I. Minutes

1. December 20, 2019
2. April 16, 2020 – Items independently considered by members of the State Budget Committee.

II. Agency Projects

1. Department of Administration (061) \$ 9,848,268
Reserve & Replacement (R&R) Payments to IFA

The Department of Administration (IDOA) requests the annual appropriation for the Reserve & Replacement (R&R) payments on several facilities that are managed by the Indiana Finance Authority (IFA). The R&R was previously included in the bond payment as one lump sum, however the bonds have been defeased for these facilities under IFA. IDOA is requesting the R&R annual amount so that they may continue to disburse funds on a monthly basis to the IFA. IDOA will be withholding 15% of the R&R payments to be reverted to the General Fund at the end of FY21.

Funding:	HEA 1001: 2019 General Fund (General Government R&R 19722-2020)	
	Indiana Government Center North	\$ 1,546,536
	Indiana Government Center South	\$ 1,306,536
	Government Center Parking Garages	\$ 1,546,536
	Forensic Lab	\$ 1,546,536
	Indiana State Museum	\$ 1,666,536
	Rockville Correctional Facility	\$ 1,126,536
	Pendleton Juvenile Correctional Facility	\$ 1,109,052

2. Department of Natural Resources (300) \$ 1,553,403
Bond Payment to the Indiana Finance Authority

The Department of Natural Resources (DNR) requests funding for their semi-annual bond payment due July 1, 2020 to the Indiana Finance Authority (IFA). The payment will support paying the bonds related to state parks and state park inns. The payment is typically funded from the state park inns fund and the state parks operating fund. DNR has experienced an estimated revenue loss of \$7.3M due to the closure of state park inns, state park campgrounds, and waived gate entrance fees as a result of COVID-19. The proposed change of use capital funds will assist DNR in meeting their bond payment in light of their revenue shortfall.

Funding: HEA 1001: 2017 General Fund
(Conservation & Environment R&R 19710-2018)

3. Maumee River Basin Commission (325) \$ 1,444,572
Acquisition and Flood Insurance Study

The Maumee River Basin Commission (MRBC) requests funding to perform multiple flood mitigation projects. The MRBC is tasked with flood control in the area of Indiana drained by the Maumee River and its tributaries. These projects include a flood insurance study, stream assessment study, and acquisition and demolition of flood prone residential structures. Completion of these projects will ensure the problem areas do not continue to cause issues during periods of flooding.

Funding: HEA 1001: 2017 Build Indiana Fund \$ 244,134
(Build Indiana Fund Construction-30304-2018)
Federal Funds \$ 1,025,954
Local Funds \$ 174,484

4. Indiana Department of Transportation (800) \$ 846,050
Roof, HVAC, and Miscellaneous Repair and Replacement Projects – Various Locations

The Indiana Department of Transportation (INDOT) requests funding to address various repair and replace projects throughout all six INDOT districts. This request is an accumulation of various rehabilitation projects deemed a high priority by the respective districts. Projects include roof replacements, HVAC replacements, emergency generator replacement, incinerator replacement, vehicle lift replacements, concrete floor replacement as well as addressing secondary containment issues.

Funding: HEA 1001: 2019 State Highway Fund
(State Highway Fund R&R 30506-2021)

5. Indiana Department of Revenue (90) \$ 21,400,000
Integrated Tax System (ITS)

The Indiana Department of Revenue (DOR) requests funding to continue modernization of its revenue business process and technology enhancement through the implementation of an Integrated Tax System (ITS). This project will replace 40+ disparate systems which are 25+ years old. The new Indiana Tax System will allow DOR to improve and automate all major state tax revenue functions including compliance, operations, finance/internal audit, information technology, and customer service. The General Assembly appropriated \$16.1M in FY 2018, \$16.9M in FY 2019, \$20.3M in FY 2020, and \$21.4M in FY2021 for the system upgrade work.

Funding: HEA 1001: 2019 General Fund
(General Government Line Items 19721-2021)

6. Indiana State Fair Commission (878) \$ 2,313,000
Indiana Farmers Coliseum Roof Replacement

The Indiana State Fair Commission (ISFC) requests funding to replace the current 93,793 square foot roof of the Indiana Farmers Coliseum. The current roof is experiencing leaks, leading to growing safety hazards and event disruptions as the roof deteriorates. The roof has reached its lifespan of 30 years and needs to be replaced. The proposed project will replace the roof membrane and lead-coated copper panels with an ethylene propylene diene terpolymer (EPDM) rubber roof. The project will ensure continuity of events at the Indiana Farmers Coliseum as a critical revenue generator for the ISFC.

Funding: HEA 1001: 2019 General Fund
(General Government R&R 19722-2021)

III. University Projects

1. Purdue University – West Lafayette (760) \$20,000,000
Bands and Orchestras Building
Project No. B-1-20-1-10

The Trustees of Purdue University request authorization to proceed with the construction of the band and orchestras building on the Purdue West Lafayette campus. This project includes the development of a new 37,500 gross-square-foot facility that will consist of shared academic and rehearsal spaces, practice and instruction rooms as well as administrative offices for faculty and staff. The construction of this building will consolidate more than 30 ensembles, percussion, concert bands, and jazz bands in one building. The estimated cost of this project is \$20,000,000 that will be funded with Gift Funds.

Funding: Gift Funds
CHE Review: February 13, 2020

2. Purdue University – West Lafayette (760) \$2,068,560
Aspire at Discovery Park Lease
Project No. B-1-20-5-14

The Trustees of Purdue University request authorization to proceed with a lease agreement for a portion of the Aspire at Discovery Park located in the Discovery Park District. This lease will be between Purdue University and Balfour Beatty – Walsh Housing LLC. There will be a total of 79 apartments from Purdue Research Foundation that will house 256 beds for students and four beds for residential assistants for a total of 260 beds. This lease will provide additional housing capacity to help address the increase in student enrollment on the West Lafayette campus. The total lease commitment for the 2020 – 2021 academic year is \$2,068,560 that will be funded with Auxiliary Funds.

Funding: Auxiliary Funds - Housing
CHE Review: February 13, 2020

3. Ball State University (780) \$59,900,000
STEM and Health Professions Phase III
Project No. D-1-19-2-01

The Trustees of Ball State University request authorization to proceed with Phase III of the STEM and Health Professions project. Phase III will address long-standing needs in the Cooper Science Complex which is nearly 300,000 GSF and was constructed in three phases in the mid-1960's. The project will include replacement of most of the building utility systems, bringing the building in compliance with current safety, accessibility, and energy code standards, and reconfiguration of interior spaces to fit current needs. The project will also include the demolition of approximately 45% of the existing structure which will right-size the building for campus needs. With the completed relocation of the Nursing program and the pending relocation of Chemistry and Biology, Cooper will house the remaining science departments including Physics & Astronomy, Geography, and Environment, Geology, and Natural Resources. Phase III of the STEM and Health Professions project was presented as the University's highest capital project priority for the 2019-21 biennium. The 2019 General Assembly approved \$59,900,000 in bonding authority to provide funding for this project.

Funding: Fee-Replaced Debt
CHE Review: March 12, 2020

Cost Summary

2017 General Fund	1,553,403
2019 General Fund	33,561,268
2019 State Highway Fund	846,050
2017 Build Indiana Fund	244,134
Gift Funds	20,000,000
Fee Replaced Debt	59,900,000
Auxiliary Funds - Housing	2,068,560
Federal Funds	1,025,954
Local Funds	174,484
Total	119,373,853

IV. Review Items

1. Special Transportation Flexibility Fund, IC 4-12-16.5-2(g) – State Budget Agency
2. FY21 Reserve for State Educational Institutions – State Budget Agency
3. Medicaid State Plan Amendments and Waivers – Family and Social Services Administration
4. Proposed Agreement, Extension, or Amendment Exceeding \$100M (IC 5-1.2-4.5) – Office of Management and Budget
 - a. Medicaid Assistance FFY2020
 - b. National School Lunch Program - Child Nutrition FFY2020
 - c. Urban Transit Apportionment FFY2020

V. Discussion Item

1. Federal CARES Act Funding

VI. Report Received

1. Virtual Charter School Report SY 2018-2019, IC 20-24-7-13(e) – (4.30.2020)